

Grayson Rural Electric Cooperative Corporation

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JAN 05 2012

PUBLIC SERVICE
COMMISSION

December 21, 2011

Mr. Jeff Derouen, Executive Director
Public Service Commission of Kentucky
211 Sower Boulevard
PO Box 615
Frankfort, Kentucky 40602

Re: Case No. 2010-00089

Dear Mr. Derouen:

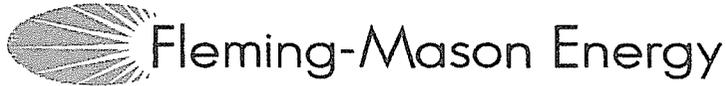
Attached is the semi-annual Reporting of the activities of the Kentucky Energy Retrofit Rider program participants (Fleming Mason Energy, Jackson Energy, Big Sandy Rural Electric and Grayson Rural Electric).

Respectfully submitted,



Don M. Combs

Mgr. Finance and accounting



A Touchstone Energy Cooperative 

The undersigned, Joni K Hazelrigg, as CFO of Fleming-Mason Energy Cooperative, Inc., being first duly sworn, states that the responses herein supplied in the attached December Semi Annual Report ordered in Case No. 2010-00089, dated December 16, 2010 are true to the best of my knowledge and belief formed after reasonable inquiry.

Dated: 12/22/11

Joni K Hazelrigg

By: CFO
Title

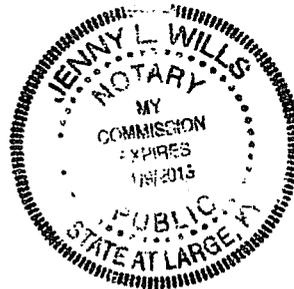
Subscribed, sworn to, and acknowledged before me by Joni K Hazelrigg for Fleming-Mason Energy Cooperative, Inc. on behalf of said Corporation this 22nd day of December, 2011.

My Commission expires 9th day of Nov, 2013.

Witness my hand and official seal this

22nd day of Dec, 2011.

Jenny L Wills
Notary Public in and for Fleming Co., KY.



The undersigned, DAVID ESTEPP, as
PRESIDENT & GENERAL MANAGER of BIG SANDY RECC, being first duly
sworn, states that the responses herein supplied in the attached
December Semi Annual Report ordered in Case No. 2010-00089, dated
December 16, 2010 are true to the best of my knowledge and belief
formed after reasonable inquiry.

Dated: January 4, 2012

David Estep

By: PRESIDENT & GENERAL MANAGER
Title

Subscribed, sworn to, and acknowledged before me
by David Estep for Big Sandy RECC on behalf of
said Corporation this 4th day of Jan., 2012.

My Commission expires 19th day of June, 2014.

Witness my hand and official seal this

4th day of January, 2012.
Judy L. McClure
Notary Public in and for Johnson Co., KY.

The undersigned, Ray Chown, as
_____ of _____, being first duly
sworn, states that the responses herein supplied in the attached
December Semi Annual Report ordered in Case No. 2010-00089, dated
December 16, 2010 are true to the best of my knowledge and belief
formed after reasonable inquiry.

Dated: 1-5-2012

Ray Chown

By: Economic AND Community Development
Title MANAGER

Subscribed, sworn to, and acknowledged before me
by Rodney Chrisman for _____ on behalf of
said Corporation this 5th day of January, 2012.

My Commission expires 30th day of July, 2012.

Witness my hand and official seal this

5th day of January, 2012.
Connie Reed
Notary Public in and for Laurel Co., KY.

In the Matter of:

JOINT APPLICATION OF BIG SANDY)
RURAL ELECTRIC COOPERATIVE)
ENERGY COOPERATIVE, INC.,)
GRAYSON RURAL ELECTRIC)
COOPERATIVE CORPORATION,) CASE NO. 2010-00089
AND JACKSON ENERGY)
COOPERATIVE FOR AN ORDER)
PILOT PROGRAM TITLED THE "KY)
ENERGY RETROFIT RIDER")

Semi Annual Reporting

Big Sandy Rural Electric Cooperative Corporation, Fleming-Mason Energy Cooperative, Inc., Grayson Rural Electric Cooperative Corporation, and Jackson Energy Cooperative (collectively "Joint Applicants") hereby file their second report on the approved pilot program pursuant to the Commission's December 16th Order.

The Joint Applicants and the Mountain Association for Community Economic Development (MACED) launched the KERR pilot (marketed as How\$martKY) in April 2011 after a few months of additional program development after approval of the tariff rider application. The first two retrofits were reported in June 2011. In August, after consultation with the Joint Applicants, MACED decided to provide additional direct support in implementing the program by hiring an Energy Advisor to work directly with Joint Applicant staff to conduct assessments, prepare work scopes, recruit contractors, and manage the retrofit process.

To date, the pilot has conducted 81 assessments, of which 69 moved forward. Ten of the 69 have fully completed their retrofits and have had monthly charges assigned to their bills. The remaining homes are in the pipeline, with seventeen of those pending only quality assurance test-out or final paperwork. Customer response has been positive so far.

Data Report

	Big Sandy	Fleming Mason	Grayson	Jackson	TOTAL
Number of homes that have completed an energy assessment	13	13	21	34	81
Number of homes in the retrofit pipeline	7	11	18	23	59
Number of homes that have completed a retrofit	2	0	1	7	10
New participants this period	2	0	1	5	8
Defaults	0	0	0	0	0

	Total	Average/Job
Capital deployed	\$52,975.40	\$5,297.54
Total EE Investement	\$80,724.25	\$8,072.43
Projected* kWh Savings (yr)	46,020	4,602
Projected \$\$\$ Savings (mo)	\$444.92	\$44.49
How\$martKY Charge (mo)	\$365.84	\$36.58

**Please note that actual savings will be reported once the home has gone through a winter heating season*

Attachments

- Copies of Assessments performed during period
- List of approved contractors

KERR Approved Contractor List as of 12/15/2011

Company Address	Adams Refrigeration 220 S. Main Cross Street Flemingsburg KY 41041	E-mail Address	adamsref1@windstream.net Business (606) 845-7921 Other Phone Fax Number Mobile Phone (606) 748-0581 Web Page
Contact Name	Steve Adams		
Contact Title	Owner		
	Notes Fleming Mason Electric HVAC contractor		

Company Address	All Temp Heating and Cooling 491 Fighting Fork Grayson KY 41143	E-mail Address	bjroe@windstream.net Business (606) 474-0273 Other Phone Fax Number Mobile Phone (606) 225-0271 Web Page
Contact Name	Billy Roe		
Contact Title	Owner		
	Notes Grayson Rural Electric HVAC contractor		

Company Address	Climate Pro Heating and Air PO Box 384 US Hwy 421 Gray Hawk Ky 40434	E-mail Address	Business (606) 287-2337 Other Phone Fax Number Mobile Phone Web Page
Contact Name			
Contact Title			
	Notes		

Company Address	Eagle Rock Insulation, LLC Madison Berea Ky 40403	E-mail Address	randylake99@yahoo.com Business (859) 661-6280 Other Phone Fax Number (606) 256-9649 Mobile Phone Web Page
Contact Name	Randy Lake		
Contact Title			
	Notes Spray Foam Bat Cellulose		

Company Address	Green Box Heating & Air 1060 Elizabeth St #18			E-mail Address Business	gwen@greenboxair.com (859) 885-1234
				Other Phone	(859) 885-1234
				Fax Number	
Contact Name	Gwen	Riley		Mobile Phone	(859) 536-4102
Contact Title				Web Page	

Notes
HVAC
Spray Foam
Cellulose
Bat
Air Seal
Mositure Barrier

Company Address	Jefferson Heating/Air Inc. 5013 Murphysville Rd. Maysville	KY	41056	E-mail Address Business	donald@jeffersonhvac.com (606) 759-7030
				Other Phone	
				Fax Number	
Contact Name	Donald Jefferson			Mobile Phone	(606) 584-0253
Contact Title	Owner			Web Page	

Notes
Fleming Mason Electric
HVAC contractor

Company Address	KY Wide HVAC 7020 Main Street P.O. Box 384 Thelma	KY	41260	E-mail Address Johnson	jamieblair@hotmail.com Business
				Other Phone	
				Fax Number	
Contact Name	Jamie Blair			Mobile Phone	(606) 424-5684
Contact Title	Owner			Web Page	

Notes
G.C. for Big Sandy

Company Address	Leo Jones & Son Inc 2001 North Main St London	Ky	40741	E-mail Address Business	(606) 864-6105
				Other Phone	
				Fax Number	
Contact Name	Ron Jones			Mobile Phone	
Contact Title				Web Page	

Notes

Company Address	Smith Insulation Corporation 1596 Pecks Ridge Tilton Rd Hillsboro KY 41049	E-mail Address Business Other Phone Fax Number	jsmith1596@me.com (606) 849-9709
Contact Name Contact Title	John Smith Owner	Mobile Phone Web Page	(606) 776-0664 www.smithinsulationky.com

Notes
Fleming Mason Energy
Grayson Rural Electric
Insulation contractor

Company Address	Thoroughbred Insulation 1645 Beechtree Pike Flemingsburg KY 41041	E-mail Address Business Other Phone Fax Number	kennyhunt@tinsulation.com (606) 849-4443
Contact Name Contact Title	Kenny Owner	Hunt Mobile Phone Web Page	(606) 776-4133 www.tinsulation.com

Notes
Fleming Mason Electric
Grayson Rural Electric
Insulation contractor

Company Address	TRI - County Mobile Home Parts PO Box 299 Corbin Ky 40702	E-mail Address Business Other Phone Fax Number	(606) 862-9750 (606) 862-9750
Contact Name Contact Title	Michael Owner	Trett Mobile Phone Web Page	(606) 521-1247

Notes

Company Address	Unlimited Insulation 1209 W. 5th St London Ky 40741	E-mail Address Business Other Phone	(606) 864-0971
Contact Name Contact Title	Mike Web Page	Mobile Phone	(606) 682-9821

Notes